

## Message Text

CONFIDENTIAL

PAGE 01 JAKART 04717 091231Z

12

ACTION EA-09

INFO OCT-01 ISO-00 PM-04 H-02 SS-15 INR-07 SP-02 EB-07

/047 W

----- 126925

R 090848Z APR 76

FM AMEMBASSY JAKARTA

TO SECSTATE WASHDC 3740

C O N F I D E N T I A L JAKARTA 4717

STADIS//////////

EA FOR ASST SECRETARY HABIB FROM AMB NEWSOM

E.O. 11652: GDS

TAGS: PFOR, MASS, ID

SUBJECT: MILITARY ASSISTANCE FOR INDONEISA

REF : (A) STATE 080416, (B) JAKARTA 3963, (C) STATE 049217

1. AS ANNUAL ASSESSMENT INDICATED, WE ARE NOW IN PERIOD OF GREATER UNCERTAINTY REGARDING OUR POSITION IN INDONESIA THAN IN SOME YEARS. MILITARY ASSISTANCE REMAINS PRESIDENT SUHARTO'S HIGHEST PRIORITY IN RELATIONS WITH UNITED STATES, AND WE MUST THEREFORE TRY TO BEST OF OUR ABILITY TO BE RESPONSIVE IN THIS FIELD.

2. WE FULLY UNDERSTAND CONGRESSIONAL PROBLEMS BUT WE ARE SURPRISED AND CONCERNED AT 1976 FIGURE OF \$13 MILLION CONVEYED TO US BY REF A. WE WOULD HOPE EITHER THAT THIS FIGURE COULD SOMEHOW BE READJUSTED OR THAT AMOUNT OF FMS GREATER THAN EXPECTED CAN BE PROVIDED.

3. REDUCTION IN GRANT ASSISTANCE MAKES DOUBLY IMPORTANT FAVORABLE ACTION ON MEETING GOI REQUEST FOR FMS TERMS LONGER THAN FIVE YEARS (REFS B AND C). WHEN NOTIFIED OF THE FIVE-YEAR PAYBACK, SUHARTO SAID THIS UNACCEPTABLE IN VIEW OF COUNTRY'S PRESENT FINANCIAL CONDITION. WHILE SUHARTO MAY  
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RELUCTANTLY UNDERSTAND OUR INABILITY TO BE AS HELPFUL AS

WE WOULD LIKE WITH GRANT AID BECAUSE OF CONGRESSIONAL ATTITUDES, HE WILL HAVE GREAT DIFFICULTY IN UNDERSTANDING AN EXECUTIVE BRANCH DECISION NOT TO OFFER SUFFICIENTLY FLEXIBLE FMS CREDIT TERMS WITHIN RANGE PERMITTED BY CONGRESS.  
NEWSOM

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NNN

## Message Attributes

**Automatic Decaptioning:** Z  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MILITARY ASSISTANCE PROGRAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 09 APR 1976  
**Decaption Date:** 28 MAY 2004  
**Decaption Note:** 25 YEAR REVIEW  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** BoyleJA  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976JAKART04717  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D760134-1179  
**From:** JAKARTA  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1976/newtext/t19760479/aaaacpdl.tel  
**Line Count:** 66  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EA  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** STADIS  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
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**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** STADIS  
**Reference:** 76 STATE 80416, 76 JAKARTA 3963, 76 STATE 49217  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** BoyleJA  
**Review Comment:** n/a  
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**Review Date:** 24 MAY 2004  
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**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** MILITARY ASSISTANCE FOR INDONEISA  
**TAGS:** PFOR, MASS, ID, US  
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